14:39

5/037/117

H&H STONE CO. INC

PO Box 250 Dove Creek, CO. 81324 Phone # 1-970-677-2767 Fax # 1-970-677-2921

March 28, 2003

State of Utah
Department of Natural Resources
Division of Oil, Gas, and Mining
P.O. Box 145801
Salt Lake City, Utah 84114-5801

Reference: S/037/117

Mr. Paul Baker;

I would like to address the letter you sent to me dated March 20th 2003. I have been able to complete the information you asked for and are wondering if you will still need a new intent to mine application filled out. In response to your requests, I will address each one individually.

- John Blake with the School and Institutional Trust Lands Administration
 called me on March 26th and said that our application with them has been
 approved. I do not have any paper work as of yet, but I can call John and ask
 him to fax you a copy of the approval.
- 2.) The road issue has two different developments. First, we have found out that the road is a county road all the way into the old home place, which is where we will be mining. Secondly. I have received permission from Roberta Stoner for Mr. Anderson who is an attorney to draw up a paper stating that they do not wish for the road to be reclamated as that is their access into their property. She will be faxing me that document as soon as she receives it and I will get it to you.
- 3.) Lee Bennett of Monticello Utah has been doing the cultural resources clearance study and informed me that she will have a written report for me on Monday or Tuesday of next week. As soon as she gets this to me I will mail you and John Blake a copy of it.

I am faxing this letter to you today and will mail the original to your office along with the study and the letter from Roberta Stoner

Sincerely,

Andrea Holley

RECEIVED

MAR 2 8 2003